

Dr. Alexandre Oudalov, ABB Switzerland Ltd.; IRENA Innovation Week, Bonn, May 11-13, 2016

The Future Grid – deep dive session 1 Smart Minigrids and Microgrids



Smart Minigrids and Microgrids Definitions

Microgrids are "electricity distribution systems containing distributed energy resources and loads that operate in a coordinated way either connected to the main power grid or in "islanded" mode".

Minigrids are "a set of electricity generators and possibly energy storage systems interconnected to a distribution network that supplies electricity to a localized group of customers".

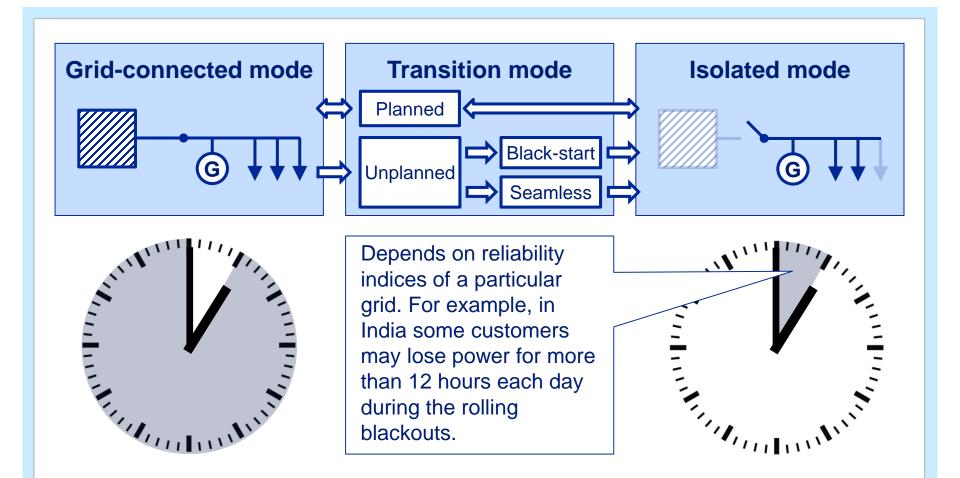


Smart Minigrids and Microgrids Market Segments and Key Drivers

| | ✓: Main driver (✓): Secondary driver IPP: Independent Power Producer | | Main drivers | | | | |
|----------------|--|--|-----------------------|------------------------|--|----------------------|-------------------------|
| | | | Social | Economic | Environmental | Operational | |
| | Segments | Typical customers | Access to electricity | Fuel & cost savings | Reduce CO2 footprint and pollution | Fuel independence | Uninterrupted supply |
| | Island utilities | (Local) utility, IPP* | | \checkmark | ✓ | \checkmark | (√) |
| | Remote communities | (Local) utility, IPP, Governmental development institution, development bank | √ | ~ | | √ | |
| þ | Industrial and commercial | Mining company, IPP, Oil & Gas company, Datacenter, Hotels & resorts, Food & Beverage | | ~ | (√) | ✓ | \checkmark |
| nnecte | Defense | Governmental defense institution | | (~) | (√) | ~ | \checkmark |
| Grid-connected | Communities | (Local) utilities | | | (√) | | \checkmark |
| | Institutions and campuses | Public and private education institutions | | (√) | ~ | | (✓) |

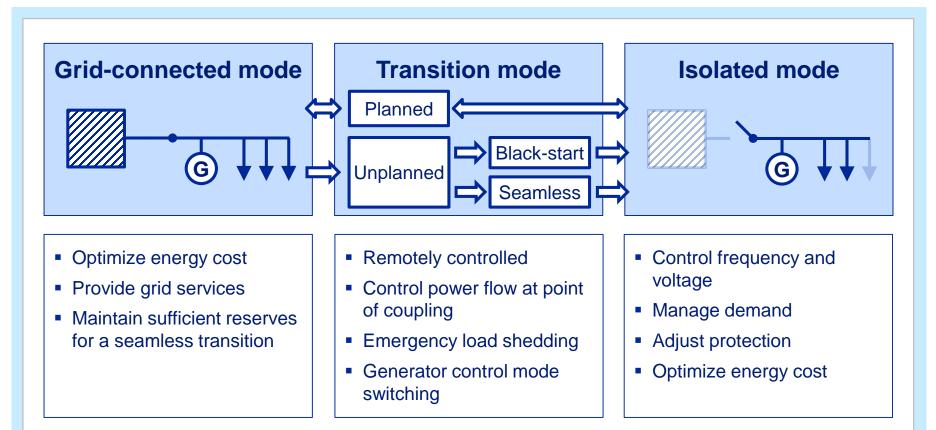


Grid Connected Microgrids Operating Modes





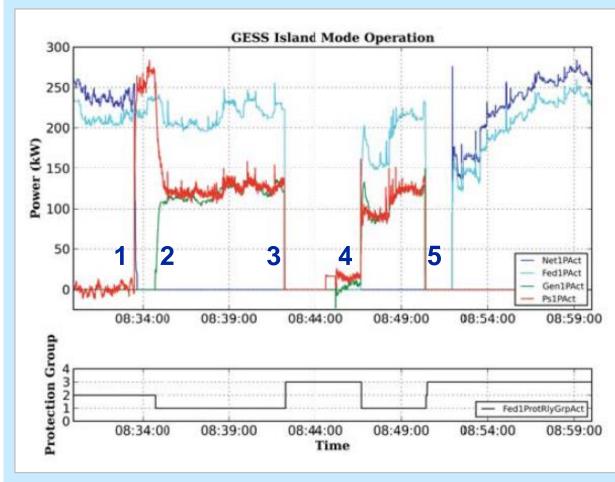
Grid Connected Microgrids Key Functionalities per Mode



Energy cost reduction and improved reliability are the key objectives.



Real Microgrid Example Different Operation Modes



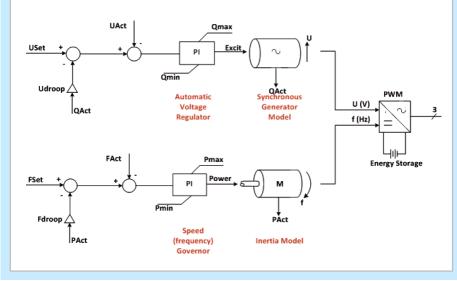
- 1. Planned grid separation storage picks up the load.
- 2. Microgrid control system starts a back-up generator and optimally shares the load between sources.
- 3. Microgrid is shut down.
- 4. Microgrid is restarted (blackstart).
- 5. Microgrid is shut down and the load is re-connected to the grid.

Protection system is tuned according to a microgrid configuration by switching between setting groups.

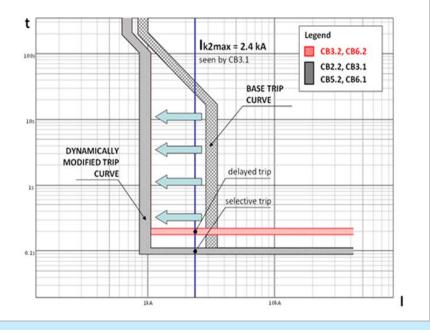


Technology Innovation Achieving Stable and Safe Microgrid Operation

- Virtual generator mode of a battery storage
- Operates similar to a traditional synchronous generator
- Provides exceptional response time
- Acts as a grid-forming generation source

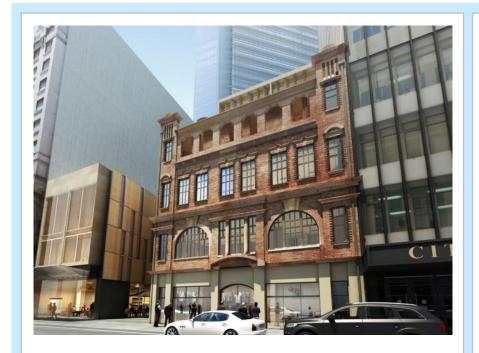


- Adaptive protection system monitors microgrid configuration
- Configuration changes result in an automatic update of protection relay settings





Examples of Grid-Connected Microgrids Biogas & Battery Based Autonomous Building



Project name Location Customer Completion date Legion House Sydney, Australia Grocon, KLM group 2014

Solution

- 2 x 180 kW gas engines.
- 1 x 80 kW, 320 kWh lead-acid battery.
- Distributed control system.
- On-site biomass gasification.

Customer benefits

- The battery stabilizes the internal power network against fluctuations in frequency and voltage.
- Excessive energy is exported to the neighboring buildings.
- Building can operate:
 - in isolated mode, or
 - without gas engines overnight.



Examples of Grid-Connected Microgrids Ancillary Power System Services for Distribution Grid



Project name Location Customer Completion date Grid Energy Storage Melbourne, Australia AusNet Services 2014

Solution

- 1 x 1 MVA diesel generator.
- 1 x 1 MW, 1 MWh lithium-ion battery.
- Distributed control system.
- Transportable containerized solution.

Customer benefits

- Active and reactive power support during high demand periods.
- Delay of power line investments.
- Transition into isolated operation without supply interruption:
 - on command (planned) or
 - in emergency cases (unplanned)



Grid Connected Microgrids Technology Innovation Trends

- Electric and thermal grids co-optimization (CHP, heat pumps, etc.)
- Seamless transition (faster controls, high C-rate storage).
- Hybrid energy storage systems (from millisecond to season)
- Smart self-configuring, self-tuning and faster protection.
- Smart converters (communication, grid services).
- Open standards for interoperability (plug and play components).
- Interaction with a hosting grid operator (DSO or TSO).
- Meshed topologies w/ multiple points of coupling to a hosting grid (interconnecting multiple microgrids via b2b DC, nested microgrids).
- Data analytics (RES and demand predictions, asset health mgmt.).
- Integration of electric vehicles (a significant new controllable load).



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